

Message Text

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43

ACTION EUR-12

INFO OCT-01 NEA-10 ISO-00 H-02 SS-15 AID-05 CIAE-00

COME-00 EB-07 FRB-01 INR-07 NSAE-00 USIA-15 TRSE-00

XMB-04 OPIC-06 SP-02 CIEP-02 LAB-04 SIL-01 OMB-01

/095 W

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R 181418Z SEP 75

FM AMEMBASSY TEL AVIV

TO SECSTATE WASHDC 8320

INFO AMEMBASSY LONDON

UNCLAS TEL AVIV 5974

E.O.11652: N/A

TAGS: EFIN, IS

SUBJECT: ISRAEL BRITISH BANK LIQUIDATION

REF: A. STATE 220902

B. TEL AVIV 4063 AND PREVIOUS

C. BIZIC/SAUNDERS MEMO OF JUNE 25, 1975

1. BANK OF ISRAEL SOURCES CONFIRM RECENT PRESS REPORTS THAT A
CONDITIONAL AGREEMENT HAS BEEN REACHED WITH BANK OF ENGLAND
ON LIQUIDATION OF THE IBB(LONDON). AGREEMENT, WHICH STILL
REQUIRES APPROVAL BY GOI, CREDITORS AS WELL AS ISRAELI AND BRITISH
COURTS WOULD PAY BANKS AND OTHER LARGE CREDITORS 35-40
PERCENT OF DEPOSITS. CREDITORS WITH CLAIMS OF LESS THAN
25,000 POUNDS STERLING WOULD RECEIVE 100 PERCENT. WHILE
SUBSTANCE OF CONDITIONAL AGREEMENT IS THAT ALL BANK CREDITORS
WILL RECEIVE SAME RATE OF PAYOUT, MINOR DISPARITIES
MIGHT OCCUR DUE TO DIFFERENCES IN EXCHANGE RATES ON DATE DEPOSIT
ACQUIRED BY CREDITORS AND DATE SPECIFIED IN IBB
(LONDON) LIQUIDATION AGREEMENT WHICH IS FEB 28, 1975.

2. IDEA THAT ISRAELI BANKS WOULD RECEIVE 50 PERCENT
MIGHT STEM FROM LIQUIDATION OF IBB OPERATION IN ISRAEL
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(ATTACHMENT REF C) IN WHICH ISRAELI BANKS RECEIVED

50 PERCENT OF DEPOSITS. HOWEVER, FOREIGN BANKS AND
DEPOSITORS RECEIVED 100 PERCENT.
TOON

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ASSETS, BANKS, JOINT VENTURES, LIQUIDITY (MONETARY)
Control Number: n/a
Copy: SINGLE
Draft Date: 18 SEP 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975TELAV05974
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750324-0308
From: TEL AVIV
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750938/aaaabhhc.tel
Line Count: 64
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 75 STATE 220902
Review Action: RELEASED, APPROVED
Review Authority: RowellE0
Review Comment: n/a
Review Content Flags:
Review Date: 10 JUN 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <10 JUN 2003 by MaustMC>; APPROVED <05 FEB 2004 by RowellE0>
Review Markings:

Margaret P. Grafeld
Declassified/Released
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EO Systematic Review
06 JUL 2006

Review Media Identifier:
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Review Release Event: n/a
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Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ISRAEL BRITISH BANK LIQUIDATION
TAGS: EFIN, IS
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006